

*please file
50150047*

From: Paul Baker
To: Larkin, Curtis
Date: 11/17/2006 8:36:52 AM
Subject: Board Order

Hello, Curtis

I received your e mail about the transfer to Nielson, but I wanted to remind you of the full requirements of the Board Order:

"The GRD request for an extension of the permit shall provide that if an extension of the suspension period is granted, such extension shall require that the Petitioner shall: (a) commence reclamation of the mine site no later than October 1, 2006, and complete reclamation no later than November 1, 2006; or (b) complete all work necessary to file claims and otherwise perfect its rights to commence mining on the BLM lands within the permit area by November 1, 2006, execute a contract with a bona fide and licensed contractor providing for mining operation to begin prior to December 31, 2006, and provide additional surety, if any, as required by the Division."

I understand from the BLM that you have not "file[d] claims and otherwise perfect[ed] [your] rights to commence mining on the BLM lands within the permit area by November 1, 2006"

Please let me know the status of permitting with the BLM. As far as the Division is concerned, you and Nielson will need to file a permit transfer, and Nielson will need to obtain a surety.

This matter is mostly in the Board's control, and I don't know whether they will ask for any kind of report. I would like to know how to respond if asked.

Thank you.

Paul